

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 3042 - HB 3147

February 8, 2010

SUMMARY OF BILL: Authorizes the sale of alcoholic beverages at restaurants within one mile of Reelfoot Lake.

ESTIMATED FISCAL IMPACT:

**Increase State Revenue - Not Significant
Increase State Expenditures – Not Significant**

**Increase Local Revenue – Not Significant/Permissive
Increase Local Expenditures – Not Significant/Permissive**

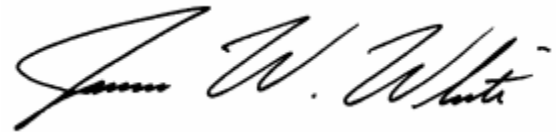
Assumptions:

- The provisions of this bill will only apply to four restaurants located in the “Reelfoot Lake Resort District” including three restaurants located in Lake County and one restaurant located in Obion County.
- No additional personnel or resources will be needed by the Alcoholic Beverage Commission.
- There will be an initial license application fee of \$300 and an annual renewal fee of \$750 to the State ABC Fund for restaurants located in Lake and Obion counties.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- The local privilege tax in Lake County and Obion County is \$600.

- Upon licensing, entities will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a more stylized, connected manner to the middle and last names.

James W. White, Executive Director

/agl